Amendments to the Claims:

This listing of claims will replace all prior versions, and listings, of claims in the application:

Listing of Claims:

Claim 1 (previously presented): A method of conducting homologous recombination, which is characterized in that it comprises the following steps (a) and (b):

- (a) a step of preparing filamentous fungi belonging to genus Neurospora or Aspergillus wherein a decrease or loss of the functions of a gene selected from the group consisting of KU70, KU80, LIGIV and XRCC4 is induced; and
- (b) a step of introducing foreign DNA into said filamentous fungi, so as to conduct homologous recombination.

Claim 2 (previously presented): The method according to claim 1, which is characterized in that said decrease or loss of the functions of the gene is achieved by introducing a mutation or deletion into the gene selected from the group consisting of KU70, KU80, LIGIV and XRCC4.

Claim 3 (previously presented): The method according to claim 1, which is characterized in that said decrease or loss of the functions of the gene is achieved by disrupting as a whole the gene selected from the group consisting of KU70, KU80, LIGIV and XRCC4.

Claim 4 (previously presented): The method according to claim 1, which is characterized in that said step of introducing foreign DNA is achieved by any one of an electroshock method, a spheroplast method, and a Ti plasmid method.

Claims 5-9 (canceled).

Claim 10 (previously presented): The method according to claim 1, wherein said filamentous fungi belonging to genus Neurospora is one type selected from the group consisting of Neurospora crassa, Neurospora sitophila, Neurospora tetrasperma, Neurospora intermedia, and Neurospora discreta.

Claims 11-12 (canceled).

Claim 13 (previously presented): The method according to claim 1, wherein said filamentous fungi belonging to genus Aspergillus is one type selected from the group consisting of Aspergillus oryzae, Aspergillus sojae, Aspergillus niger, Aspergillus awamori, Aspergillus kawachi, Aspergillus parasiticus, Aspergillus flavus, Aspergillus nomius, Aspergillus fumigatus, and Aspergillus nidulans.

Claim 14 (canceled).

Claim 15 (previously presented): Cells of said filamentous fungi obtained by the method of claim 1.

Claim 16 (canceled).

Claim 17 (previously presented): Cells of said filamentous fungi obtained by the method of claim 10.

Claim 18 (previously presented): Cells of said filamentous fungi obtained by the method of claim 13.

Claim 19 (canceled).

Claim 20 (canceled).